

## **EXHIBIT C**

**DECEMBER FEE APPLICATION**

**IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE**

In re:	)	Chapter 11
	)	
W.R. Grace & Co., <u>et al.</u> ,	)	Case No. 01-01139 (JKF)
	)	(Jointly Administered)
	)	
Debtors.	)	<b>Objection Deadline: March 18, 2003</b>
		<b>Hearing Date: TBD only if necessary</b>

**SUMMARY OF THE VERIFIED FOURTH MONTHLY APPLICATION  
OF LUKINS & ANNIS, P.S. FOR COMPENSATION FOR SERVICES  
AND REIMBURSEMENT OF EXPENSES AS ZAI ADDITIONAL  
SPECIAL COUNSEL FOR THE INTERIM PERIOD FROM  
DECEMBER 1, 2002 THROUGH DECEMBER 31, 2002**

Name of Applicant:	Lukins & Annis, P.S.
Authorized to Provide Professional Services to:	Zonolite Attic Insulation Claimants
Date of Appointment:	July 22, 2002
Period for which compensation and Reimbursement is sought:	December 1, 2002 through December 31, 2002
Amount of Compensation sought as actual, Reasonable, and necessary:	\$32,330.00
Amount of Expenses Reimbursement:	\$ 1,262.74
This is a: <input checked="" type="checkbox"/> monthly <input type="checkbox"/> interim <input type="checkbox"/> final application	
Prior Application filed: Yes	

Date Filed	Period Covered	Requested Fees	Requested Expenses	Status of Fees	Status of Expenses
11/15/02	7/21/02 through 9/30/02	\$37,691.00	\$3,422.38	Pending	Pending
12/05/02	10/01/02 through 10/31/02	\$24,143.00	\$728.96	Pending	Pending
2/10/2003	11/01/02 through 11/30/02	\$32,033.00	\$629.26	Pending	Pending

This is the fourth Lukins & Annis application for monthly interim compensation of services filed with the Bankruptcy Court in this Chapter 11 case.

The total expended for the preparation of this application is approximately 6 hours, and the corresponding estimated compensation *that will be requested in a future application* is approximately \$565.00.

The Lukins & Annis attorneys who rendered professional services in these cases during the Fee Period are:

Name of Professional Person	Position with the applicant	Number of years as an attorney	Department	Hourly Billing Rate	Total billed hours	Total compensation
Darrell W. Scott	Partner	13	Litigation	\$370	62.90	\$21,941.00
Kelly E. Konkright	Associate	1	Litigation	\$120	40.00	\$4,194.00
TOTALS					102.90	\$26,135.00

The paraprofessionals who rendered professional service in these cases during the Fee Period are:

Name of Professional Person	Position with the applicant	Number of years in position	Department	Hourly Billing Rate	Total billed hours	Total compensation
Kristy L. Bergland	Paralegal	23	Litigation	\$150	39.70	\$5,955.00
Samantha Batorson	Legal Asst.	10	Litigation	\$80	3.00	\$240.00
TOTALS					42.70	\$6,195.00

#### Compensation by Project Category

Category	Total Hours	Total Fees
20-Travel-Non-working	17.30 Hours	\$ 1,938.00
22-ZAI Science Trial	128.30 Hours	\$30,392.00
TOTALS	145.60 Hours	\$32,330.00

## 23-ZAI Science Trial Expenses

Description	Amount
Computer Assisted Legal Research	
Telephone Expense	\$ 77.83
Telephone Expense – Outside	\$ 431.71
Facsimile (\$1.00 per page)	\$ 129.00
Postage Expense	\$ 45.00
Courier & Express Carriers	\$ 3.00
In-House Duplicating / Printing (\$.15 per page)	\$ 117.30
Outside Duplicating / Printing	
Lodging	\$ 44.81
Transportation	
Air Travel Expense	
Taxi Expense	
Mileage Expense	\$ 366.83
Travel Meals	\$ 10.18
Parking	
General Expense	
Expert Services	
Books/Videos	
Other (Explain): Photograph reprints produced in response to Discovery requests	\$ 37.08
Total:	\$ 1,262.74

Dated: February 27, 2003

ELZUFON AUSTON REARDON  
TARLOV & MONDELL, P.A./s/ William D. Sullivan

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-and-

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ADDITIONAL SPECIAL COUNSEL  
 FOR ZAI CLAIMANTS

**IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE**

In re:	)	Chapter 11
	)	
W.R. Grace & Co., <u>et al.</u> ,	)	Case No. 01-01139 (JKF)
	)	(Jointly Administered)
	)	
Debtors.	)	Objection Deadline: March 18, 2003
		Hearing Date: TBD only if necessary

**FEE DETAIL OF THE VERIFIED FOURTH MONTHLY APPLICATION  
OF LUKINS & ANNIS, P.S. FOR COMPENSATION FOR SERVICES  
AND REIMBURSEMENT OF EXPENSES AS ZAI ADDITIONAL  
PECIAL COUNSEL FOR THE INTERIM PERIOD FROM  
DECEMBER 1, 2002 THROUGH DECEMBER 31, 2002**

**TIME REPORT**

Lukins &amp; Annis, P.S.

Time Period 12/01/2002 - 12/31/2002

**CATEGORY 20: TRAVEL-Non-Working**

Date	Timekeeper	Description	Hours	Hourly Rate	Total
12/06/02	DWS	Travel to Portland for field investigation (billed at half rate).	2.50	\$ 185.00	\$ 462.50
12/07/02	DWS	Travel to and from ZAI inspection site (billed at half rate).	4.70	\$ 185.00	\$ 869.50
12/12/02	KEK	Traveled to Libby, Montana for investigative work (billed at half rate).	6.70	\$ 60.00	\$ 402.00
12/13/02	KEK	Traveled back to Spokane from Libby, Montana (billed at half rate).	3.40	\$ 60.00	\$ 204.00
<b>SUBTOTAL</b>			<b>17.30</b>		<b>\$ 1,938.00</b>

**CATEGORY 22: ZAISCIENCE TRIAL**

Date	Timekeeper	Description	Hours	Hourly Rate	Total
12/02/02	KLB	Review and revise Monthly Fee Request time detail and petition (1.0); office conference with legal assistant regarding status of AD Little Subpoena (.1); office conference with computer technician regarding CDs received containing Grace documents and storage/access to same (.2).	1.30	\$ 150.00	\$ 195.00
12/03/02	DWS	Phone call and email to Manchur regarding discovery answers of Lindholm and Szufnarowski (.3); phone conference with Jan Hunter regarding answers to discovery (.4); phone call to Cochrane/Thomas regarding answers to Grace discovery (.3); complete initial draft of discovery tasks and assignments for associates and paralegals (.4); phone call to Chambers regarding answers to discovery regarding Harris (.2); return phone call from Thomas regarding preparation of discovery answers (.4); study summation exhibit database regarding documents responsive to Barbanti Requests for Production (.5).	2.50	\$ 370.00	\$ 925.00

Date	Timekeeper	Description	Hours	Hourly Rate	Total
12/03/02	DWS	Communications to and from Manchur regarding obtaining information from Massachusetts ZAI Claimant (.3); phone calls with Jeniene Andrews and Tom Sobol regarding Grace production (.3); additional communications with Tom Sobol's office regarding copying and supplying of Grace documents (.3); phone conference with Rob Turkewitz and Allan McGarvey regarding case status, testing, and discovery completion (1.0).	1.90	\$ 370.00	\$ 703.00
12/03/02	KLB	Review and revise fee submission.	0.50	\$ 150.00	\$ 75.00
12/03/02	SAB	Prepare Fee and Cost Application for month of October.	1.50	\$ 80.00	\$ 120.00
12/04/02	DWS	Communications with Ed Manchur regarding answers to Grace discovery requests.	0.30	\$ 370.00	\$ 111.00
12/04/02	KLB	Telephone call from Class Representative Ralph Busch regarding winter address and logistics to answer discovery (.3); email to law firm of Gilman & Pastor regarding obtaining information on Class Representatives Lindholm & Szufnarowski (.2); discuss discovery responses with partner (.2).	0.70	\$ 150.00	\$ 105.00
12/04/02	SAB	Review and revise Fee and Cost Application for month of October.	1.50	\$ 80.00	\$ 120.00
12/05/02	KEK	Phone calls to ZAI claimants regarding purchase and installation of ZAI.	1.10	\$ 120.00	\$ 132.00
12/06/02	DWS	Phone conference with co-counsel regarding Portland disturbance incident (.3); meeting at local law firm regarding completion of ZAI assessment forms (.4).	0.70	\$ 370.00	\$ 259.00
12/06/02	KLB	Telephone calls regarding logistics of telephone conference regarding Portland, OR, home (.1); telephone call from partner regarding setting of meeting with Portland homeowner (.1); telephone call to ZAI claimant to schedule time to meet with Darrell W. Scott and obtain directions to home and information on home (.3); email information to Darrell W. Scott regarding meeting (.1).	0.60	\$ 150.00	\$ 90.00



Date	Timekeeper	Description	Hours	Hourly Rate	Total
12/07/02	DWS	Interview and inspection of ZAI Claimant's home.	2.00	\$ 370.00	\$ 740.00
12/09/02	DWS	Phone call from co-counsel regarding ZAI disturbance scenario (.1); prepare team task materials for preparation of discovery answers (.2); work on outline of discovery answers (.2); phone call from Rob Turkewitz regarding potential witnesses and disturbance incident (.4); meeting with associate and paralegal regarding responsibilities regarding preparation of Grace discovery answers and upcoming removal testing at Busch home (.7); review letter from Cameron regarding Clayton attendance at Busch removal (.1); meeting with paralegal regarding coordination of same (.2).	1.90	\$ 370.00	\$ 703.00
12/09/02	KEK	Meeting with Darrell W. Scott and Kristy Bergland regarding ZAI litigation and case assignments.	0.70	\$ 120.00	\$ 84.00
12/09/02	KLB	Meeting with Darrell W. Scott and Kelly E. Konkright to discuss answering of discovery, coordination of removal of ZAI from Busch home, and results of visit with Portland home.	0.70	\$ 150.00	\$ 105.00
12/09/02	KLB	Telephone call to consulting expert regarding ZAI removal (lcft message) (.1); search Libby web site for notes from November CAG meeting and any updates (.3).	0.40	\$ 150.00	\$ 60.00
12/10/02	DWS	Review EPA materials regarding removal testing (.1); finalize letter to opposing counsel regarding inspection of HUD home (.1); conference with Ed Westbrook, Rob Turkewitz, and Allan McGarvey regarding testing, discovery answers and case management issues (1.6).	1.80	\$ 370.00	\$ 666.00
12/10/02	KEK	Phone call to Liz Heller regarding Ms. Hunter's responses to debtor's first discovery requests.	0.40	\$ 120.00	\$ 48.00
12/10/02	KLB	Telephone calls to and from consulting expert regarding removal from former HUD home scheduled for week of December 16 confirming arrangements and final details (.3); draft letter to Grace Attorney Doug Cameron confirming HUD home ZAI removal details (.4); telephone call to consulting expert regarding	1.00	\$ 150.00	\$ 150.00

Date	Timekeeper	Description	Hours	Hourly Rate	Total
		ZAI removal and details of air testing (.2); telephone call to videographer regarding availability to prepare video of portions of removal (.1).			
12/11/02	DWS	Review expert fees billings (.1); phone call to co-counsel regarding payment of expert witness fees (.1); phone calls to and from Hagens Berman regarding revisions and service of A.D. Little Subpoena (.3); study exhibits regarding frequency of renovation activities (.3).	0.80	\$ 370.00	\$ 296.00
12/11/02	KEK	Attempted to contact Mr. Lindholm and Mr. Szufnarowski to get information to complete debtors' first set of discovery requests.	0.30	\$ 120.00	\$ 36.00
12/12/02	DWS	Meeting with paralegal regarding arrangements for HUD home testing and removal (.2); phone call to co-counsel regarding testing arrangements (.1); draft letter to co-counsel regarding preparation of discovery answers (.1); conference with ZAI claimants regarding status of ZAI science trial (.3); work regarding identification of ZAI packaging for retrieval and shipment (.5); phone conference with consulting expert regarding completion of this project (.2); draft memorandum to Rob Turkewitz regarding same (.1); phone call from co-counsel regarding case assignments (.3); additional phone call to consulting expert regarding retrieval of packaging (.2); contact ZAI claimant regarding preservation of evidence (.2).	2.20	\$ 370.00	\$ 814.00
12/12/02	DWS	Work organizing and coordinating final preparations for HUD home testing involving multiple consulting experts (.8); conferences with Kristy L. Bergland and Samantha Batorson regarding multiple assignments regarding HUD home testing (.3); draft communication to Rob Turkewitz regarding same (.1); review new materials regarding forms of ZAI product packaging and identification of Grace product (.3); draft message to Rob Turkewitz and Ed Westbrook regarding same (.1).	1.60	\$ 370.00	\$ 592.00
12/12/02	KLB	Begin work on draft responses to Grace discovery directed to claimant, Ralph Busch.	1.25	\$ 150.00	\$ 187.50

Date	Timekeeper	Description	Hours	Hourly Rate	Total
12/12/02	KLB	Review email from homeowner with Zonolite purchased from independent retailer (.1); review third party information and prepare response to homeowner email regarding ZAI (.3); office conference with Darrell W. Scott regarding same (.1).	0.50	\$ 150.00	\$ 75.00
12/12/02	KLB	Meet with Samantha to give instructions regarding arrangements with videographer (.1); telephone call from and to consulting expert regarding details concerning ZAI removal (.2); telephone call to consulting expert to inquire as to whether they require expert credentials/waiver (.2); leave message regarding consulting experts requirements (.1); office conference with associate regarding upcoming testing and meeting in Libby (.2).	0.80	\$ 150.00	\$ 120.00
12/13/02	DWS	Phone call to co-counsel regarding preservation of packaging (.1); review communications regarding rebranding product identification (.2); review database and photographic exhibit file regarding available packaged product (.5); phone call from co-counsel regarding product identification issues and preparations regarding HUD home testing (.3); meeting with paralegal and associate regarding preparations for HUD home testing and preservation of packaging (1.0).	2.10	\$ 370.00	\$ 777.00
12/13/02	KEK	Meeting with Darrell W. Scott and Kristy Bergland regarding completion of discovery requests (1.0); contacted Mr. Lindholm and received information via telephone requested by debtor's first set of interrogatories (2.5).	3.50	\$ 120.00	\$ 420.00
12/13/02	KLB	Meeting with Darrell W. Scott and Kelly E. Konkright to discuss final arrangements for ZAI removal project (1.0); meet with consulting expert regarding setting up of air tests in home (.3); review information submitted in Barbanti case in response to discovery requests to aid in responding to current discovery (to Ralph Busch) and documents that may need to be produced (.5).	1.80	\$ 150.00	\$ 270.00
12/15/02	KLB	Review prior depositions and discovery of Ralph	3.50	\$ 150.00	\$ 525.00

Date	Timekeeper	Description	Hours	Hourly Rate	Total
		Busch and continue to work on draft responses to Grace discovery (2.5); Begin draft responses to discovery to Marco Barbanti (1.0).			
12/16/02	DWS	Meeting with consulting expert regarding removal protocol (.2); phone conference with Rob Turkewitz regarding same (.8); phone call from Hagens Berman regarding A.D. Little subpoena (.1); meeting with paralegal regarding same (.1); final review and revisions to two additional subpoenas regarding A.D. Little documents (.4); conference with associate regarding progress of HUD home testing and videotaping protocol (.3); work preparing discovery answers regarding Barbanti properties (.9); meeting with paralegal regarding consulting expert testing protocol (.2); meeting with paralegal regarding initial draft of Busch answers (.2).	3.20	\$ 370.00	\$ 1,184.00
12/16/02	KEK	Supervise at HUD home on 14th Street while consulting expert set up containment and otherwise prepared the home for removal of ZAI.	8.00	\$ 120.00	\$ 960.00
12/16/02	KLB	Telephone call from Claudia at Hagens-Berman regarding problems with service of A.D. Little Subpoena (.2); office conference with Darrell W. Scott regarding same (.1); draft revised Subpoena to Altran Technologies d/b/a Arthur D. Little (.2); prepare Subpoena to Dehon, Inc. f/k/a Arthur D. Little (.3); prepare Notice of Deposition and Inspection of Documents regarding Altran (.2); prepare Notice of Deposition and Inspection of Documents regarding Dehon (.3); email to Hagens-Berman attaching A.D. Little discovery documents (.1).	1.40	\$ 150.00	\$ 210.00
12/16/02	KLB	Telephone call from consulting expert with questions on second containment area (.2); office conference with Darrell W. Scott regarding same and call consulting expert back providing information (.1).	0.30	\$ 150.00	\$ 45.00
12/16/02	KLB	Revisions to initial draft of discovery responses of Ralph Busch and Marco Barbanti.	0.75	\$ 150.00	\$ 112.50
12/17/02	DWS	Review and revise initial draft of Answers to Interrogatories, Requests for Production, and	7.90	\$ 370.00	\$ 2,923.00

Date	Timekeeper	Description	Hours	Hourly Rate	Total
		Requests for Admissions regarding Busch and model answers to written discovery requests to all other ZAI claimants, examine exhibit depository regarding Busch documents, prior affidavits by Busch, and prior Busch deposition (5.3); phone conference with Rob Turkewitz regarding ZAI home (.2); meeting with paralegal regarding status of preparation of discovery answers regarding remaining ZAI claimants (.5); phone conferences with supervising attorney regarding ongoing testing and removal activities at HUD home and Grace expert supervision of those activities (1.1); phone conference with ZAI counsel regarding A.D. Little subpoena, HUD home removal activities, preparation of document production and related review of selected exhibit materials in preparation of document production regarding Busch (.8).			
12/17/02	KEK	Supervise at home located at 1512 14th Street while consulting expert was engaged in the removal of ZAI from the home.	8.70	\$ 120.00	\$ 1,044.00
12/17/02	KLB	Search Summation database for documents relating to public advisories to potentially attach to responses to Gracc's discovery requests (.8); telephone calls from associate from HUD home testing sites with questions on issues arising from removal of ZAI (.3); review fax from Attorney John Thomas providing information to be used in responding to Grace's discovery to his client, Stephen Walsh, and draft responses (1.3); telephone call to Allan McGarvey's paralegal to discuss status of their responses and/or information needed to draft responses for Price and Prebil (.3); review database and prepare list of homeowners with bags of Zonolite for potential testing (.8); review of Marco Barbanti deposition and begin work on responses of Marco Barbanti to Grace discovery (1.3).	4.80	\$ 150.00	\$ 720.00
12/18/02	DWS	Conference with associate and paralegal regarding status of HUD home testing and removal activities and status of preparing coordinated discovery with local ZAI counsel (1.0); phone call to Douglas Cameron regarding	2.00	\$ 370.00	\$ 740.00

Date	Timekeeper	Description	Hours	Hourly Rate	Total
		status of discovery (.1); phone call to ZAI claimant regarding preservation of documents (.2); continued work identifying documents for production regarding Busch (.3); review and revise draft of Answers to Requests for Admissions, Requests for Production, and Interrogatories directed to Walsh and review relevant documents (.3), brief conference with paralegal regarding same (.1).			
12/18/02	DWS	Analyze report regarding locations of physical evidence and logistics of preservation and provide staff instruction regarding same (.4); work on initial draft of discovery answers regarding Barbanti (.7); meeting with paralegal regarding status of discovery answers regarding Price and Probil (.2); analyze supplemental exhibit materials regarding HUD home abatement (.5).	1.80	\$ 370.00	\$ 666.00
12/18/02	KEK	Meeting with Darrell W. Scott and Kristy L. Bergland regarding removal of ZAI from the HUD home (1.0); phone conference with Mr. Szufnarowski getting information to complete debtor's first set of discovery (1.0); phone calls to Spokane area residents with bags of ZAI to coordinate retrieval (1.0).	3.00	\$ 120.00	\$ 360.00
12/18/02	KLB	Review database report and prepare list of homeowners outside of Washington state who potentially have bags with Zonolite for potential testing (.5); telephone calls to and from Attorney John Thomas regarding answers to Grace Discovery by Stephen Walsh (.2); Litigation team meeting with Darrell W. Scott and Kelly E. Konkright to discuss HUD home removal and responding to discovery requests (1.0); update answers of Stephen Walsh to Grace Discovery (.3); review and revise draft of answers of Edward Lindholm to Grace Discovery (.5); review and revise answers of Ralph Busch to Grace discovery (.5); work on answers of Marco Barbanti to Grace Discovery (1.2).	4.20	\$ 150.00	\$ 630.00
12/19/02	DWS	Continued review of documents for production regarding Busch (1.2); phone conference with consultant regarding testing methodologies	3.00	\$ 370.00	\$ 1,110.00

Date	Timekeeper	Description	Hours	Hourly Rate	Total
		(.5); review accounting materials and request from local counsel regarding costs accounting on ZAI science trial and provide instructions regarding same (.2); examine exposure records of claimant in connection with ZAI science trial (.4); phone call to ZAI claimant regarding case status and answers to Grace discovery (.3); review and revise draft of discovery answers regarding McMurchie (.4).			
12/19/02	DWS	Phone conference with consultant regarding case status (.5); review updates regarding Harris discovery answers (.3); meeting with associate regarding same (.1); examine potential exhibits regarding governmental warning for production to Grace and review EPA/CDC exhibit collection regarding homeowner warning (1.5); phone calls to and from Douglas Cameron regarding extension of time for discovery answers (.1); draft and finalize letter to Douglas Cameron regarding same (.1); review correspondence regarding discovery answers from Massachusetts ZAI claimants (.3); conference with Barbanti regarding answers to Requests for Admissions, Requests for Production and Interrogatories, analyze prior Barbanti discovery and production regarding same (2.2).	5.10	\$ 370.00	\$ 1,887.00
12/19/02	KEK	Phone calls to individuals in Spokane to coordinate pick up of ZAI bags.	0.80	\$ 120.00	\$ 96.00
12/19/02	KLB	Review depositions, affidavits, prior discovery responses, and documents previously produced and work on draft of discovery responses of Marco Barbanti to Grace Discovery (3.5); telephone call to Allan McGarvey's paralegal regarding status of Price and Prebil drafts (.2); revisions to Ralph Busch discovery responses (.5); search website for dates of initial public advisories from main governmental agencies and work on public advisory documents to produce in response to Grace's discovery (.8).	5.00	\$ 150.00	\$ 750.00
12/20/02	DWS	Phone call from consulting expert regarding preservation of evidence and status of clearance testing (.2); analyze video and photographic evidence of multiple ZAI claimants	3.20	\$ 370.00	\$ 1,184.00

Date	Timekeeper	Description	Hours	Hourly Rate	Total
		regarding exposures and renovation activities (3.0).			
12/20/02	KEK	Meet with consulting expert to coordinate ZAI bag pick ups in Spokane (.2); spoke with ZAI claimant regarding the same (.1).	0.30	\$ 120.00	\$ 36.00
12/20/02	KLB	Telephone call from Allan McGarvey's paralegal, Linda, to discuss Price and Prebil's responses to Grace discovery requests (.4); Letter to Ralph Busch enclosing draft discovery responses (.3); review potential photographs to produce regarding Ralph Busch (.1).	0.80	\$ 150.00	\$ 120.00
12/30/02	DWS	Work regarding accounting of fees and costs in Special Counsel litigation (.5); communication with Ralph Busch regarding answers to discovery requests (.2); work on answers to discovery requests regarding Hunter, review and revise proposed answers (.4); analyze documents regarding potential production regarding McMurchie, review and revise initial draft of discovery answers regarding Minnesota ZAI claims (2.8); continued review of document production requests regarding Barbanti and preparation of answers regarding same (1.0); review expert witness billings and draft letter regarding accounting of ZAI expert witness fees (.3).	5.20	\$ 370.00	\$ 1,924.00
12/30/02	DWS	Phone conference with Rob Turkewitz regarding testing, identification of witnesses, and status of discovery answers (.8); draft letter to Douglas Cameron regarding same (.2).	1.00	\$ 370.00	\$ 370.00
12/30/02	KEK	Completed discovery responses for Mr. Lindholm and Mr. Szufnarowski (2.3); phone calls to both Mr. Lindholm and Mr. Szufnarowski to get information regarding responses to debtor's first set of discovery requests (.8).	3.10	\$ 120.00	\$ 372.00
12/30/02	KLB	Telephone call to consultant regarding clearance air tests (.1); review information on McMurchie answers to Grace discovery and preparation of draft Responses (.7); review information from Attorney Liz Heller regarding Jan Hunter and draft responses to Grace discovery from same (1.0); prepare chart	3.80	\$ 150.00	\$ 570.00



Date	Timekeeper	Description	Hours	Hourly Rate	Total
		reflecting comparison of discovery answers for the ten claimants and incorporate information obtained to date (2.0).			
12/31/02	DWS	Work on draft answers to second interrogatories from Grace (.6); phone conference with Rob Turkewitz regarding same and regarding identification of experts (.4); meeting with paralegal regarding status of completion of discovery answers for ZAI claimants and related case management issues (.8); phone conference with Rob Turkewitz regarding collection of bulk samples (.4); preparation of exhibit materials for transmission to Rob Turkewitz (.6); review and revise draft of discovery answers of Szufnarowski (.2); meeting with associate regarding same (.2); work on draft of answers regarding ZAI claimants Price and Prebil (.7).	3.90	\$ 370.00	\$ 1,443.00
12/31/02	DWS	Analyze comparative summary of first discovery answers regarding ZAI claimants (.3); review discovery answers of Grace regarding Third Requests for Production and Second Requests for Admissions and draft trial notes regarding same (.3); review scholarly research regarding causation in asbestos property damage and asbestos environmental damage claims and analyze expert witness materials regarding same (.5); work regarding preparation of discovery answers as to ZAI claimants Prebil and Price (.5).	1.60	\$ 370.00	\$ 592.00
12/31/02	KLB	Meeting with Darrell W. Scott regarding status of discovery responses, additional research needed, and ZAI litigation preparation issues.	0.80	\$ 150.00	\$ 120.00
12/31/02	KLB	Review November time (.2); preparation of contact information for 10 claimants filing original Proofs of Claim and email same to Rob Turkewitz regarding obtaining samples (.8); telephone call to Allan McGarvey's paralegal regarding discovery responses for Price and Prebil (.1); review discovery response information from Allan McGarvey (.2); draft responses to Grace discovery for Paul Price (1.2); draft responses to Grace discovery for John Prebil (1.3); update to discovery response comparison chart (1.0).	4.80	\$ 150.00	\$ 720.00

Date	Timekeeper	Description	Hours	Hourly Rate	Total
			<b>SUBTOTAL</b>	<b>128.30</b>	<b>\$ 30,392.00</b>
<b>TIME TOTAL:</b>			<b>145.60</b>		<b>\$ 32,330.00</b>

**COST REPORT**

Lukins &amp; Annis, P.S.

Time Period 12/01/2002 - 12/31/2002

<u>DATE</u>	<u>DESCRIPTION</u>	<u>CHARGE</u>
12/02/02	Photocopies	\$ 1.65
12/02/02	Photocopies	\$ 1.95
12/02/02	Photocopies	\$ 1.80
12/02/02	Photocopies	\$ 0.15
12/02/02	Long Distance Charges	\$ 0.95
12/03/02	Photocopies	\$ 0.15
12/03/02	Photocopies	\$ 0.15
12/03/02	Long Distance Charges	\$ 9.55
12/03/02	Long Distance Charges	\$ 0.95
12/03/02	Long Distance Charges	\$ 0.95
12/03/02	Long Distance Charges	\$ 0.95
12/03/02	Long Distance Charges	\$ 4.30
12/03/02	Long Distancce Charges	\$ 8.60
12/03/02	Long Distance Charges	\$ 0.95
12/04/02	Photocopies	\$ 2.40
12/06/02	Federal Express Postage	\$ 43.94
12/06/02	Long Distance Charges	\$ 0.48
12/06/02	Long Distance Charges	\$ 1.91
12/07/02	Mileage - Darrell W. Scott for travel to and from ZAI Claimant home	\$ 254.41
12/09/02	Photocopies	\$ 0.60
12/09/02	Photocopies	\$ 19.50
12/09/02	Photocopies	\$ 1.65

<u>DATE</u>	<u>DESCRIPTION</u>	<u>CHARGE</u>
12/09/02	Long Distance Charges	\$ 0.48
12/10/02	Photocopies	\$ 0.45
12/10/02	Photocopies	\$ 2.85
12/10/02	Photocopies	\$ 0.30
12/11/02	Photocopies	\$ 0.15
12/11/02	Photocopies	\$ 0.15
12/11/02	Photocopies	\$ 0.60
12/11/02	Long Distance Charges	\$ 1.43
12/11/02	Long Distance Charges	\$ 0.48
12/12/02	Mileage - Kelly E. Konkright roundtrip to Libby for investigative work	\$ 112.42
12/12/02	Meals - Kelly E. Konkright at Conoco for investigative work in Libby, MT	\$ 2.18
12/12/02	Meals - Kelly E. Konkright at 4 B's for investigative work in Libby, MT	\$ 8.00
12/12/02	Lodging - Kelly E. Konkright at Super 8 for investigative work in Libby, MT	\$ 44.81
12/12/02	Photocopies	\$ 0.15
12/12/02	Long Distance Charges	\$ 0.95
12/12/02	Long Distance Charges	\$ 2.38
12/12/02	Long Distance Charges	\$ 3.82
12/12/02	Long Distance Charges	\$ 0.48
12/13/02	Photocopies	\$ 1.20
12/13/02	Photocopies	\$ 0.15
12/13/02	Long Distance Charges	\$ 0.48
12/16/02	Photocopies	\$ 1.35

<u>DATE</u>	<u>DESCRIPTION</u>	<u>CHARGE</u>
12/16/02	Long Distance Charges	\$ 0.48
12/17/02	Photocopies	\$ 0.45
12/17/02	Photocopies	\$ 2.10
12/17/02	Photocopies	\$ 1.35
12/17/02	Photocopies	\$ 4.80
12/17/02	Photocopies	\$ 2.70
12/17/02	Photocopies	\$ 2.40
12/17/02	Photocopies	\$ 0.15
12/17/02	Long Distance Charges	\$ 0.48
12/18/02	Photocopies	\$ 1.80
12/18/02	Photocopies	\$ 0.30
12/18/02	Photocopies	\$ 6.30
12/18/02	Long Distance Charges	\$ 0.95
12/18/02	Long Distance Charges	\$ 0.95
12/19/02	Telecopier Service - (4 pages) (12/19/02 is posting date)	\$ 4.00
12/19/02	Telecopier Service - (2 pages) (12/19/02 is posting date)	\$ 2.00
12/19/02	Telecopier Service - (2 pages) (12/19/02 is posting date)	\$ 2.00
12/19/02	Telecopier Service - (9 pages) (12/19/02 is posting date)	\$ 9.00
12/19/02	Telecopier Service - (1 page) (12/19/02 is posting date)	\$ 1.00
12/19/02	Telecopier Service - (3 pages) (12/19/02 is posting date)	\$ 3.00
12/19/02	Telecopier Service - (6 pages) (12/19/02 is posting date)	\$ 6.00

<u>DATE</u>	<u>DESCRIPTION</u>	<u>CHARGE</u>
12/19/02	Telecopier Service - (6 pages) (12/19/02 is posting date)	\$ 6.00
12/19/02	Telecopier Service - (6 pages) (12/19/02 is posting date)	\$ 6.00
12/19/02	Telecopier Service - (6 pages) (12/19/02 is posting date)	\$ 6.00
12/19/02	Telecopier Service - (4 pages) (12/19/02 is posting date)	\$ 4.00
12/19/02	Telecopier Service - (4 pages) (12/19/02 is posting date)	\$ 4.00
12/19/02	Telecopier Service - (4 pages) (12/19/02 is posting date)	\$ 4.00
12/19/02	Telecopier Service - (6 pages) (12/19/02 is posting date)	\$ 6.00
12/19/02	Telecopier Service - (4 pages) (12/19/02 is posting date)	\$ 4.00
12/19/02	Photocopies	\$ 13.50
12/19/02	Photocopies	\$ 0.45
12/19/02	Long Distance Charges	\$ 3.84
12/19/02	Long Distance Charges	\$ 0.48
12/19/02	Long Distance Charges	\$ 1.91
12/19/02	Long Distance Charges	\$ 0.95
12/19/02	Long Distance Charges	\$ 0.95
12/20/02	Photocopies	\$ 9.00
12/20/02	Photographs	\$ 11.65
12/20/02	Photographs	\$ 25.43
12/23/02	Photocopies	\$ 0.30
12/23/02	Photocopies	\$ 0.90

<u>DATE</u>	<u>DESCRIPTION</u>	<u>CHARGE</u>
12/23/02	Photocopies	\$ 1.65
12/23/02	Photocopies	\$ 1.05
12/23/02	Photocopies	\$ 0.15
12/23/02	Photocopies	\$ 0.15
12/23/02	Photocopies	\$ 0.60
12/23/02	Photocopies	\$ 0.60
12/24/02	Photocopies	\$ 2.25
12/24/02	Photocopies	\$ 1.80
12/24/02	Photocopies	\$ 4.50
12/27/02	Conference Call	\$ 431.71
12/30/02	Photocopies	\$ 0.15
12/30/02	Long Distance Charges	\$ 0.48
12/30/02	Long Distance Charges	\$ 0.48
12/31/02	Postage	\$ 1.06
12/31/02	Photocopies	\$ 0.30
12/31/02	Photocopies	\$ 14.40
12/31/02	Photocopies	\$ 1.35
12/31/02	Photocopies	\$ 2.55
12/31/02	Photocopies	\$ 0.30
12/31/02	Photocopies	\$ 0.30
12/31/02	Photocopies	\$ 1.35
12/31/02	Long Distance Charges	\$ 15.28
12/31/02	Long Distance Charges	\$ 10.03
12/31/02	Long Distance Charges	\$ 0.48

<u>DATE</u>	<u>DESCRIPTION</u>	<u>CHARGE</u>
12/31/02	Telecopier Service - (6 pages) (12/31/02 is posting date)	\$ 6.00
12/31/02	Telecopier Service - (6 pages) (12/31/02 is posting date)	\$ 6.00
12/31/02	Telecopier Service - (6 pages) (12/31/02 is posting date)	\$ 6.00
12/31/02	Telecopier Service - (36 pages) (12/31/02 is posting date)	\$ 36.00
12/31/02	Telecopier Service - (8 pages) (12/31/02 is posting date)	\$ 8.00
12/31/02	Courier Service	\$ 3.00
	<b>Total</b>	<b>\$ 1,262.74</b>